

April 10, 2017

Tim Cazier Colorado Division of Reclamation, Mining and Safety 1313 Sherman Street, Room 215 Denver, Colorado 80203

RE: Zephyr Gold USA Ltd (Zephyr) Dawson Gold Project P-2013-002 NOI Modification, Revision No. MD-3 Response to Fourth Notice of Deficiencies dated April 10, 2017

Dear Mr. Cazier,

On April 10, 2017, Environmental Alternatives Inc. (EAI) received the Division's Fourth Notice of Deficiencies for NOI Modification, Revision No. MD-3.

Zephyr commits to reclaim the borrow area for the estimated 312 yd³ for colluvium road cut reclamation material to be excavated from the dry wash near the Fremont Placer, approximately 0.06 to 0.2 acres.

Zephyr accepts the reclamation bond estimated presented in the same correspondence. The bond will be increased accordingly.

Thank you in advance for your time and attention. Please contact me directly with any questions.

Respectfully submitted,

Angela M. Bellantoni Ph.D.

Cc via email: Loren Komperdo Will Felderhof Dave Felderhof Stephanie Carter BLM

Environmental Alternatives Inc.

1107 Main Street, Cañon City, CO 81212 e-mail: eai@bresnan.net Phone: 719-275-8951